

# **Workforce Development Senate File 2313**

Last Action:

**Senate Appropriations  
Committee**

April 13, 2016

**An Act relating to employment services programs administered by the department of workforce development by providing for conformity with federal law concerning the workforce development board, authorizing the department to carry out certain actions relating to the unemployment insurance program, making an appropriation, and including effective date provisions.**

**Fiscal Services Division  
Legislative Services Agency**

## **NOTES ON BILLS AND AMENDMENTS (NOBA)**

Available online at: <https://www.legis.iowa.gov/publications/information/appropriationBillAnalysis>

LSA Contact: Ron Robinson (515-281-6256)

**FUNDING SUMMARY**

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Appropriates \$1.1 million from federal funds to the Department of Workforce Development for the purpose of modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program. Page 12, Line 27

Authorizes the expenditure of \$4.8 million in federal funds by the Department of Workforce Development for the purpose of modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program. Page 13, Line 19

Authorizes the expenditure of \$528,000 in federal funds by the Department of Workforce Development for the purpose of offsetting all potential unemployment benefit overpayment caused by a telephone malfunction on March 8, 2014. Page 14, Line 7

**NEW PROGRAMS, SERVICES, OR ACTIVITIES**

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Authorizes the Department of Workforce Development to join a consortium with the states of Idaho and Vermont for the modification of the Idaho Unemployment Benefit Payment Software System to pay unemployment insurance benefits by the state of Iowa. Page 12, Line 21

**SIGNIFICANT CODE CHANGES**

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Adds four additional ex officio, nonvoting members to the Iowa Workforce Development Board. Page 1, Line 4

Modifies existing duties of the Workforce Development Board. Page 3, Line 16

Provides various new duties of the Workforce Development Board. Page 4, Line 5

Renames regional advisory boards as local workforce development boards and permits the appointment of ex officio, nonvoting members. Page 5, Line 29

Strikes existing duties of regional advisory boards and provides new duties for local workforce development boards. Page 6, Line 21

Permits a local workforce development board to designate and direct the activities of standing committees to Page 8, Line 15

provide information and to assist in carrying out duties, and permits the engagement in regional coordination with one or more other local workforce development areas as provided in federal law.

Requires the Departments of Workforce Development, Education, Human Services, and Corrections, the Economic Development Authority, Department on Aging, the Division of Iowa Vocational Rehabilitation Services of the Department of Education, and the Department for the Blind to collaborate where possible under applicable state and federal law to align workforce development programs, services, and activities in an integrated workforce development system in the state and each local workforce development area. Requires the specified agencies to also jointly establish an integrated management information system for linking workforce development programs within local workforce development systems and in the state.

Page 9, Line 26

Modifies the state entities the Department of Workforce Development is required to consult with in establishing guidelines for workforce development centers by striking the Department of Human Rights and adding the Department of Corrections and the Division of Iowa Vocational Rehabilitation Services of the Department of Education.

Page 10, Line 6

Prohibits the Department of Workforce Development from pursuing the recovery of any overpayments of unemployment insurance benefits made to individuals caused by a telephone system malfunction on March 8, 2014.

Page 14, Line 2

**EFFECTIVE DATE**

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The Division making various changes relating to the Department of Workforce Development, Workforce Development Board, regional advisory boards, and workforce development centers, is effective on enactment.

Page 12, Line 15

The Division authorizing the Department of Workforce Development to join a consortium and making appropriations is effective on enactment.

Page 14, Line 18

Senate File 2313 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
1	4	1	Amend	84A.1A.1
1	9	2	Amend	84A.1A.1.b
2	11	3	Add	84A.1A.6
3	16	4	Amend	84A.1B.1,3,7,8
4	5	5	Strike and Replace	84A.1B.2
4	14	6	Add	84A.1B.10,11,12,13,14,15,16,17
5	29	7	Amend	84A.4.1,3
6	21	8	Strike and Replace	84A.4.2
8	15	9	Add	84A.4.2A
8	34	10	Amend	84A.5
9	5	11	Amend	84A.5.9
9	17	12	Amend	84A.6.1
9	26	13	New	84B.01
10	6	14	Amend	84B.1
10	24	15	Amend	84B.2
11	10	16	Amend	260H.2.1
11	23	17	Amend	260H.4.2.a
11	29	18	Amend	260H.4.2.b.(5)
11	34	19	Amend	260H.8
12	10	20	Amend	260I.6.2.e

1 1 DIVISION I  
1 2 CONFORMITY WITH FEDERAL WORKFORCE INNOVATION AND OPPORTUNITY  
1 3 ACT

1 4 Section 1. Section 84A.1A, subsection 1, unnumbered  
1 5 paragraph 1, Code 2016, is amended to read as follows:  
1 6 An Iowa workforce development board is created, consisting  
1 7 of nine voting members appointed by the governor and ~~twelve~~  
1 8 ~~sixteen~~ ex officio, nonvoting members.  
1 9 Sec. 2. Section 84A.1A, subsection 1, paragraph b, Code  
1 10 2016, is amended to read as follows:  
1 11 b. The ex officio, nonvoting members are four legislative  
1 12 members; one president, or the president's designee, of  
1 13 the university of northern Iowa, the university of Iowa, or  
1 14 Iowa state university of science and technology, designated  
1 15 by the state board of regents on a rotating basis; one  
1 16 representative from the largest statewide public employees'  
1 17 organization representing state employees; one president, or  
1 18 the president's designee, of an independent Iowa college,  
1 19 appointed by the Iowa association of independent colleges and  
1 20 universities; one superintendent, or the superintendent's  
1 21 designee, of a community college, appointed by the Iowa  
1 22 association of community college presidents; one representative  
1 23 of the vocational rehabilitation community appointed by  
1 24 the state rehabilitation council in the division of Iowa  
1 25 vocational rehabilitation services; one representative of  
1 26 the department of education appointed by the state board of  
1 27 education; one representative of the economic development  
1 28 authority appointed by the director; one representative  
1 29 of the department for the blind appointed by the director;  
1 30 one representative of the department on aging appointed  
1 31 by the director; one representative of the department of  
1 32 corrections appointed by the director; one representative of  
1 33 the department of human services appointed by the director; and  
1 34 one representative of the United States department of labor,  
1 35 office of apprenticeship. The legislative members are two  
2 1 state senators, one appointed by the president of the senate  
2 2 after consultation with the majority leader of the senate,  
2 3 and one appointed by the minority leader of the senate from  
2 4 their respective parties; and two state representatives, one  
2 5 appointed by the speaker of the house of representatives  
2 6 after consultation with the majority leader of the house of  
2 7 representatives, and one appointed by the minority leader of  
2 8 the house of representatives from their respective parties.  
2 9 The legislative members shall serve for terms as provided in  
2 10 section 69.16B.

CODE: Adds four additional ex officio, nonvoting members to the Iowa Workforce Development Board, as follows:

- Representative appointed by the Director of the Department for the Blind.
- Representative appointed by the Director of the Department on Aging.
- Representative appointed by the Director of the Department of Corrections.
- Representative appointed by the Director of the Department of Human Services.

2 11 Sec. 3. Section 84A.1A, Code 2016, is amended by adding the  
2 12 following new subsection:

2 13 NEW SUBSECTION 6. a. The workforce development board  
2 14 may designate and direct the activities of standing committees  
2 15 of the workforce development board to provide information and  
2 16 to assist the workforce development board in carrying out  
2 17 its duties. Such standing committees shall be chaired by a  
2 18 member of the workforce development board or a designee of  
2 19 the workforce development board, may include other members  
2 20 of the workforce development board, and shall include other  
2 21 individuals appointed by the workforce development board who  
2 22 are not members of the workforce development board and who  
2 23 the workforce development board determines have appropriate  
2 24 experience and expertise. At minimum, the workforce  
2 25 development board shall designate each of the following:

2 26 (1) A standing committee to provide information and assist  
2 27 with operational and other issues relating to the state  
2 28 workforce development system.

2 29 (2) A standing committee to provide recommendations  
2 30 regarding policies, procedures, and proven and promising  
2 31 practices regarding workforce development programs, services,  
2 32 and activities.

2 33 (3) A standing committee to provide information and to  
2 34 assist with issues relating to the provision of services to  
2 35 youth. The standing committee shall include community-based  
3 1 organizations with a demonstrated record of success in serving  
3 2 eligible youth.

3 3 (4) A standing committee to provide information and to  
3 4 assist with issues relating to the provision of services to  
3 5 individuals with disabilities, including issues relating to  
3 6 compliance with applicable state and federal nondiscrimination  
3 7 laws regarding the provision of programmatic and physical  
3 8 access to the services, programs, and activities of the state  
3 9 workforce development system, as well as appropriate training  
3 10 for staff on providing supports for or accommodations to,  
3 11 and finding employment opportunities for, individuals with  
3 12 disabilities.

3 13 b. The workforce development board may designate standing  
3 14 committees in addition to the standing committees specified in  
3 15 paragraph "a".

3 16 Sec. 4. Section 84A.1B, subsections 1, 3, 7, and 8, Code  
3 17 2016, are amended to read as follows:

3 18 1. Develop and coordinate the implementation of a  
3 19 ~~twenty-year four-year~~ comprehensive workforce development  
3 20 plan of specific needs, goals, ~~objectives~~ strategies, and

CODE: Permits the Iowa Workforce Development Board to designate and direct the activities of standing committees of the Board to provide information and to assist the Board in carrying out duties, and specifies standing committees the Board must designate.

CODE: Modifies existing duties of the Workforce Development Board, including replacing requirements for developing and coordinating implementation of five-year and 20-year workforce development plans with requirements for a four-year comprehensive workforce development plan.

3 21 policies for the state. This plan shall be updated ~~annually~~  
 3 22 ~~every two years~~ and revised as necessary. All other state  
 3 23 agencies involved in workforce development activities and  
 3 24 the ~~regional advisory~~ local workforce development boards for  
 3 25 ~~workforce development~~ shall ~~annually~~ submit to the board for  
 3 26 its review and potential inclusion in the plan their needs,  
 3 27 goals, ~~objectives~~ strategies, and policies.  
 3 28 3. Develop a method of evaluation of the attainment of  
 3 29 needs and goals and ~~objectives~~ from pursuing the strategies and  
 3 30 policies of the ~~five-year and twenty-year plans~~ four-year plan.  
 3 31 7. Review grants or contracts awarded by the department  
 3 32 of workforce development, with respect to the department's  
 3 33 adherence to the guidelines and procedures and the impact  
 3 34 on the ~~five-year strategic~~ four-year plan for workforce  
 3 35 development.  
 4 1 8. Make recommendations concerning the use of federal  
 4 2 funds received by the department of workforce development ~~with~~  
 4 3 ~~respect to the five-year and twenty-year workforce development~~  
 4 4 ~~plans~~.

4 5 Sec. 5. Section 84A.1B, subsection 2, Code 2016, is amended  
 4 6 by striking the subsection and inserting in lieu thereof the  
 4 7 following:  
 4 8 2. Develop and coordinate the implementation of statewide  
 4 9 workforce development policies, procedures, and guidance to  
 4 10 align the state's workforce development programs and activities  
 4 11 in an integrated and streamlined state workforce development  
 4 12 system that is data driven and responsive to the needs of  
 4 13 workers, job seekers, and employers.  
 4 14 Sec. 6. Section 84A.1B, Code 2016, is amended by adding the  
 4 15 following new subsections:  
 4 16 NEW SUBSECTION 10. Develop and coordinate strategies for  
 4 17 technological improvements to facilitate access to, and improve  
 4 18 the quality of, the state's workforce development services,  
 4 19 including all of the following:  
 4 20 a. Enhance digital literacy skills as defined in 20 U.S.C.  
 4 21 §9101.  
 4 22 b. Accelerate the acquisition of skills and recognized  
 4 23 postsecondary credentials by participants.  
 4 24 c. Strengthen the professional development of providers and  
 4 25 workforce professionals.  
 4 26 d. Ensure such technology is accessible to individuals with  
 4 27 disabilities and individuals residing in remote areas.  
 4 28 NEW SUBSECTION 11. Develop and coordinate strategies for  
 4 29 aligning technology and data systems across state agencies  
 4 30 in order to improve the integration and coordination of the  
 4 31 delivery of workforce development services.  
 4 32 NEW SUBSECTION 12. Identify and disseminate information

CODE: Provides various new duties of the Workforce Development Board including duties relating to statewide workforce development policies, procedures, and guidance; technology and data systems; identifying and disseminating information on proven and promising practices relating to workforce needs; implementation of allocation formulas for the distribution of certain federal funds; making certain recommendations to the Governor and General Assembly; and developing and coordinating the analysis of labor market information.

4 33 on proven and promising practices for meeting the needs  
 4 34 of workers, job seekers, and employers, including but not  
 4 35 limited to proven and promising practices for the effective  
 5 1 operation of workforce centers and systems; the development of  
 5 2 effective local workforce development boards; the development  
 5 3 of effective training programs; effective engagement with  
 5 4 stakeholders in the state's workforce development system;  
 5 5 effective engagement with employers; and increasing access  
 5 6 to workforce services for all lowans, in particular for  
 5 7 individuals with a barrier to employment as defined in the  
 5 8 federal Workforce Innovation and Opportunity Act, Pub.L. No.  
 5 9 113-128, section 3(24).  
 5 10 NEW SUBSECTION 13. Develop and coordinate the  
 5 11 implementation of allocation formulas for the distribution  
 5 12 of funds available for employment and training activities in  
 5 13 local workforce development areas under the federal Workforce  
 5 14 Innovation and Opportunity Act, Pub.L. No.113-128, sections  
 5 15 128(b)(3) and 133(b)(3).  
 5 16 NEW SUBSECTION 14. Provide recommendations to the  
 5 17 governor regarding the certification of local workforce  
 5 18 development boards.  
 5 19 NEW SUBSECTION 15. Develop and coordinate the analysis  
 5 20 of labor market information in order to identify in-demand  
 5 21 industries and occupations.  
 5 22 NEW SUBSECTION 16. Make recommendations to the governor  
 5 23 regarding the designation of local workforce development areas  
 5 24 and regions in the state under the federal Workforce Innovation  
 5 25 and Opportunity Act, Pub.L. No.113-128, section 106.  
 5 26 NEW SUBSECTION 17. Make recommendations to the general  
 5 27 assembly and governor regarding workforce development services,  
 5 28 programs, and activities.

5 29 Sec. 7. Section 84A.4, subsections 1 and 3, Code 2016, are  
 5 30 amended to read as follows:

5 31 1. A ~~regional advisory~~ local workforce development board  
 5 32 shall be established in each service delivery area as defined  
 5 33 in section 84B.2. The voting members of ~~the each~~ board shall  
 5 34 be appointed by the governor, consistent with the requirements  
 5 35 of federal law and in consultation with chief elected officials  
 6 1 within the ~~region~~ local workforce development area. Chief  
 6 2 elected officials responsible for recommendations for ~~board~~  
 6 3 board's voting membership shall include; but are not limited  
 6 4 to; county elected officials, municipal elected officials,  
 6 5 and community college directors. The voting membership of  
 6 6 each board shall provide for equal representation of business  
 6 7 and labor and shall include a county elected official, a  
 6 8 city official, a representative of a school district, and a  
 6 9 representative of a community college. A local workforce

CODE: Renames regional advisory boards as local workforce  
 development boards and permits the appointment of ex officio,  
 nonvoting members.



6 10 development board may appoint ex officio, nonvoting members.  
6 11 3. Section 84A.1A, subsections 2, 3, and 5, apply to the  
6 12 members of a ~~regional advisory~~ local workforce development  
6 13 board except that the board shall meet if a majority of  
6 14 the members of the board file a written request with the  
6 15 chairperson for a meeting. Members of a ~~regional advisory~~  
6 16 local workforce development board shall be allowed their actual  
6 17 and necessary expenses incurred in the performance of their  
6 18 duties. All expenses shall be paid from appropriations for  
6 19 those purposes and the department of workforce development is  
6 20 subject to the budget requirements of chapter 8.

6 21 Sec. 8. Section 84A.4, subsection 2, Code 2016, is amended  
6 22 by striking the subsection and inserting in lieu thereof the  
6 23 following:

6 24 2. A local workforce development board shall do all of the  
6 25 following:

6 26 a. Develop and coordinate the implementation of a four-year  
6 27 comprehensive local workforce development plan that identifies  
6 28 needs, goals, strategies, and policies for the local workforce  
6 29 development area. A local workforce development plan shall  
6 30 be updated every two years and revised as necessary. A local  
6 31 workforce development board shall coordinate the convening of  
6 32 local workforce development system stakeholders to assist in  
6 33 the development of the local workforce development plan.

6 34 b. Develop and coordinate the alignment of the local area's  
6 35 workforce development programs, services, and activities in an  
7 1 integrated and streamlined workforce development system that  
7 2 is data driven and responsive to the needs of workers, job  
7 3 seekers, and employers.

7 4 c. Develop and coordinate policies that increase access  
7 5 to workforce services for all Iowans, in particular for  
7 6 individuals with a barrier to employment as defined in the  
7 7 federal Workforce Innovation and Opportunity Act, Pub.L. No.  
7 8 113-128, section 3(24).

7 9 d. Develop and coordinate the creation of reports as  
7 10 required by section 84A.1B.

7 11 e. Develop a budget for the local workforce development  
7 12 board's activities in the local workforce development area,  
7 13 consistent with the four-year comprehensive local workforce  
7 14 development plan, any modifications to the local workforce  
7 15 development plan, and the local workforce development board's  
7 16 duties under this section.

7 17 f. Convene workforce development system stakeholders to  
7 18 identify expertise and resources to leverage support for  
7 19 workforce development programs, services, and activities in the  
7 20 local area.

7 21 g. Coordinate outreach to employers and economic development

CODE: Strikes existing duties of regional advisory boards and provides new duties for local workforce development boards, including duties relating to implementation of four-year local workforce development plans, increasing access to workforce services, developing a budget, coordinating the performance of workforce research and regional labor market analysis, oversight of workforce development programs and activities, awarding grants or contracts, participating in the identification of eligible providers of training and career services within the local workforce development area, making specified recommendations, and participating in state workforce development initiatives.

7 22 entities in the local workforce development area.  
7 23 h. Coordinate the performance of workforce research and  
7 24 regional labor market analysis.  
7 25 i. Participate in the development of strategies for using  
7 26 technology to maximize the accessibility and effectiveness of  
7 27 the local workforce development system.  
7 28 j. Participate in the oversight of workforce development  
7 29 programs and activities in the local workforce development  
7 30 area.  
7 31 k. Award grants or contracts as required by and consistent  
7 32 with applicable state and federal law.  
7 33 l. Designate a fiscal agent.  
7 34 m. Participate in the development of performance  
7 35 accountability measures for the local workforce development  
8 1 area.  
8 2 n. Participate in the identification and promotion of proven  
8 3 and promising practices for meeting the needs of workers, job  
8 4 seekers, and employers.  
8 5 o. Coordinate activities with education and training  
8 6 providers in the local workforce development area.  
8 7 p. Participate in the identification of eligible providers  
8 8 of training and career services within the local workforce  
8 9 development area.  
8 10 q. Make recommendations to the state workforce development  
8 11 board regarding workforce development programs, services, and  
8 12 activities.  
8 13 r. Participate in the implementation of state workforce  
8 14 development initiatives.

8 15 Sec. 9. Section 84A.4, Code 2016, is amended by adding the  
8 16 following new subsection:  
8 17 NEW SUBSECTION 2A. A local workforce development board may  
8 18 do the following:  
8 19 a. Designate and direct the activities of standing  
8 20 committees of the local workforce development board to provide  
8 21 information and to assist the local workforce development board  
8 22 in carrying out its duties. Such standing committees shall be  
8 23 chaired by a member of the local workforce development board,  
8 24 may include other members of the local workforce development  
8 25 board, and shall include other individuals appointed by the  
8 26 local workforce development board who are not members of the  
8 27 local workforce development board and who the local workforce  
8 28 development board determines have appropriate experience and  
8 29 expertise.  
8 30 b. Engage in regional coordination with one or more other  
8 31 local workforce development areas under the federal Workforce  
8 32 Innovation and Opportunity Act, Pub.L. No.113-128, section  
8 33 106.

CODE: Permits a local workforce development board to designate and direct the activities of standing committees to provide information and to assist in carrying out duties, and permits the engagement in regional coordination with one or more other local workforce development areas as provided in federal law.

8 34 Sec. 10. Section 84A.5, unnumbered paragraph 1, Code 2016,  
8 35 is amended to read as follows:

9 1 The department of workforce development, in consultation  
9 2 with the workforce development board and the ~~regional~~  
9 3 ~~advisory local workforce development~~ boards, has the primary  
9 4 responsibilities set out in this section.

9 5 Sec. 11. Section 84A.5, subsection 9, unnumbered paragraph  
9 6 1, Code 2016, is amended to read as follows:

9 7 The department of workforce development, in consultation  
9 8 with the applicable ~~regional advisory local workforce~~  
9 9 ~~development~~ board, shall select service providers, subject to  
9 10 approval by the workforce development board for each service  
9 11 delivery area. A service provider in each service delivery  
9 12 area shall be identified to coordinate the services throughout  
9 13 the service delivery area. The department of workforce  
9 14 development shall select service providers that, to the extent  
9 15 possible, meet or have the ability to meet the following  
9 16 criteria:

9 17 Sec. 12. Section 84A.6, subsection 1, Code 2016, is amended  
9 18 to read as follows:

9 19 1. The department of workforce development, in consultation  
9 20 with the workforce development board and the ~~regional~~  
9 21 ~~advisory local workforce development~~ boards, the department of  
9 22 education, and the economic development authority shall work  
9 23 together to develop policies encouraging coordination between  
9 24 skill development, labor exchange, and economic development  
9 25 activities.

9 26 Sec. 13. NEW SECTION 84B.01 WORKFORCE DEVELOPMENT SYSTEM.

9 27 The departments of workforce development, education,  
9 28 human services, and corrections, the economic development  
9 29 authority, department on aging, the division of Iowa vocational  
9 30 rehabilitation services of the department of education, and the  
9 31 department for the blind shall collaborate where possible under  
9 32 applicable state and federal law to align workforce development  
9 33 programs, services, and activities in an integrated workforce  
9 34 development system in the state and in each local workforce  
9 35 development area that is data driven and responsive to the  
10 1 needs of workers, job seekers, and employers. The departments,  
10 2 authority, and division shall also jointly establish an  
10 3 integrated management information system for linking workforce  
10 4 development programs within local workforce development systems  
10 5 and in the state.

10 6 Sec. 14. Section 84B.1, unnumbered paragraph 1, Code 2016,  
10 7 is amended to read as follows:

10 8 The department of workforce development, in consultation

CODE: Makes a name change.

CODE: Requires the Departments of Workforce Development, Education, Human Services, and Corrections, the Economic Development Authority, Department on Aging, the Division of Iowa Vocational Rehabilitation Services of the Department of Education, and the Department for the Blind to collaborate where possible under applicable state and federal law to align workforce development programs, services, and activities in an integrated workforce development system in the state and each local workforce development area that is data driven and responsive to the needs of workers, job seekers, and employers. Requires the specified agencies to also jointly establish an integrated management information system for linking workforce development programs within local workforce development systems and in the state.

CODE: Modifies the state entities the Department of Workforce Development is required to consult with in establishing guidelines for workforce development centers by striking the Department of Human

Rights and adding the Department of Corrections and the Division of Iowa Vocational Rehabilitation Services of the Department of Education.

10 9 with the departments of education, human services, and human  
10 10 rights corrections, the economic development authority,  
10 11 the department on aging, the division of Iowa vocational  
10 12 rehabilitation services of the department of education, and  
10 13 the department for the blind; shall establish guidelines  
10 14 for colocating state and federal employment and training  
10 15 programs in centers providing services at the local level. The  
10 16 centers shall be known as workforce development centers. ~~The~~  
10 17 ~~departments and the authority shall also jointly establish~~  
10 18 ~~an integrated management information system for linking the~~  
10 19 ~~programs within a local center to the same programs within~~  
10 20 ~~other local centers and to the state.~~ The guidelines shall  
10 21 provide for local design and operation within the guidelines.  
10 22 The core services available at a center shall include but are  
10 23 not limited to all of the following:

CODE: Makes a name change.

10 24 Sec. 15. Section 84B.2, Code 2016, is amended to read as  
10 25 follows:  
10 26 84B.2 WORKFORCE DEVELOPMENT CENTERS — LOCATION.  
10 27 A workforce development center, as provided in section  
10 28 84B.1, shall be located in each service delivery area. Each  
10 29 workforce development center shall also maintain a presence,  
10 30 through satellite offices or electronic means, in each county  
10 31 located within that service delivery area. For purposes of  
10 32 this section, “service delivery area” means the area included  
10 33 within a merged area, as defined in section 260C.2, realigned  
10 34 to the closest county border as determined by the department  
10 35 of workforce development. However, if the state workforce  
11 1 development board determines that an area of the state would  
11 2 be adversely affected by the designation of the service  
11 3 delivery areas by the department, the department may, after  
11 4 consultation with the applicable ~~regional advisory local~~  
11 5 workforce development boards and with the approval of the state  
11 6 workforce development board, make accommodations in determining  
11 7 the service delivery areas, including, but not limited to, the  
11 8 creation of a new service delivery area. In no event shall the  
11 9 department create more than sixteen service delivery areas.  
11 10 Sec. 16. Section 260H.2, subsection 1, Code 2016, is amended  
11 11 to read as follows:  
11 12 1. A pathways for academic career and employment program  
11 13 is established to provide funding to community colleges for  
11 14 the development of projects in coordination with the economic  
11 15 development authority, the department of education, the  
11 16 department of workforce development, ~~regional advisory local~~  
11 17 workforce development boards established pursuant to section  
11 18 84A.4, and community partners to implement a simplified,  
11 19 streamlined, and comprehensive process, along with customized  
11 20 support services, to enable eligible participants to acquire

11 21 effective academic and employment training to secure gainful,  
 11 22 quality, in-state employment.  
 11 23 Sec. 17. Section 260H.4, subsection 2, paragraph a, Code  
 11 24 2016, is amended to read as follows:  
 11 25 a. Economic and workforce development requirements in each  
 11 26 region served by the community colleges as defined by ~~regional~~  
 11 27 advisory local workforce development boards established  
 11 28 pursuant to section 84A.4.  
 11 29 Sec. 18. Section 260H.4, subsection 2, paragraph b,  
 11 30 subparagraph (5), Code 2016, is amended to read as follows:  
 11 31 (5) Any other industry designated as in-demand by a ~~regional~~  
 11 32 advisory local workforce development board established pursuant  
 11 33 to section 84A.4.  
 11 34 Sec. 19. Section 260H.8, Code 2016, is amended to read as  
 11 35 follows:  
 12 1 260H.8 RULES.  
 12 2 The department of education, in consultation with the  
 12 3 community colleges, the economic development authority, and the  
 12 4 department of workforce development, shall adopt rules pursuant  
 12 5 to chapter 17A and this chapter to implement the provisions of  
 12 6 this chapter. ~~Regional advisory~~ Local workforce development  
 12 7 boards established pursuant to section 84A.4 shall be consulted  
 12 8 in the development and implementation of rules to be adopted  
 12 9 pursuant to this chapter.  
 12 10 Sec. 20. Section 260I.6, subsection 2, paragraph e, Code  
 12 11 2016, is amended to read as follows:  
 12 12 e. Any other industry designated as in-demand by a ~~regional~~  
 12 13 advisory local workforce development board established pursuant  
 12 14 to section 84A.4.

12 15 Sec. 21. EFFECTIVE UPON ENACTMENT. This division of this  
 12 16 Act, being deemed of immediate importance, takes effect upon  
 12 17 enactment.

The Division making various changes relating to the Department of Workforce Development, Workforce Development Board, regional advisory boards, and workforce development centers, is effective on enactment.

12 18 DIVISION II  
 12 19 UNEMPLOYMENT INSURANCE BENEFITS — AUTHORIZATION TO JOIN  
 12 20 CONSORTIUM AND USE CERTAIN FUNDS — APPROPRIATION

12 21 Sec. 22. AUTHORIZATION TO JOIN CONSORTIUM. The department  
 12 22 of workforce development is hereby authorized to join a  
 12 23 consortium with the states of Idaho and Vermont for the purpose  
 12 24 of modifying the Idaho unemployment benefit payment software  
 12 25 system so that it can be used to pay unemployment insurance  
 12 26 benefits by the state of Iowa.

Authorizes the Department of Workforce Development to join a consortium with the states of Idaho and Vermont for the modification of the Idaho Unemployment Benefit Payment Software System to pay unemployment insurance benefits by the state of Iowa.

12 27 Sec. 23. APPROPRIATION — UNEMPLOYMENT INSURANCE BENEFIT

## 12 28 PAYMENT SOFTWARE SYSTEM.

12 29 1. There is hereby appropriated out of funds made available  
12 30 to the state of Iowa under section 903 of the Social Security  
12 31 Act, as amended, the sum of one million seventy-six thousand  
12 32 dollars, or so much thereof as may be necessary, to be used  
12 33 under the direction of the department of workforce development,  
12 34 for the purpose of modifying the Idaho unemployment insurance  
12 35 benefit payment software system so that it can be used to pay  
13 1 unemployment insurance benefits by the state of Iowa and for  
13 2 the acquisition of programing, software, and equipment required  
13 3 to provide an administrative and payment system for the Iowa  
13 4 unemployment insurance program.

Appropriates \$1,076,000 from federal funds to the Department of Workforce Development for the purpose of modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program.

13 5 2. The funds hereby appropriated shall not be obligated  
13 6 after the expiration of the two-year period beginning on the  
13 7 date of the enactment of this section.

Prohibits the moneys appropriated in this section from being obligated after two years from enactment.

13 8 3. The amount obligated pursuant to this section shall  
13 9 not exceed at any time the amount by which the aggregate of  
13 10 the amounts transferred to the account of this state in the  
13 11 unemployment trust fund pursuant to section 903 of the Social  
13 12 Security Act, as amended, exceeds the aggregate of the amounts  
13 13 obligated for administration and paid out for unemployment  
13 14 insurance benefits and required by law to be charged against  
13 15 the amounts transferred to the account of this state in the  
13 16 unemployment trust fund.

Prohibits the obligation of funds appropriated in this section if the obligation will exceed the funds available in the account of the Unemployment Trust Fund after taking into consideration the moneys already obligated for the administration and payment of unemployment insurance benefits.

13 17 Sec. 24. AUTHORIZATION OF USE OF FUNDS — UNEMPLOYMENT  
13 18 INSURANCE BENEFIT PAYMENT SOFTWARE SYSTEM.

13 19 1. Four million eight hundred twenty-five thousand dollars,  
13 20 or so much thereof as may be necessary, of incentive payment  
13 21 funds credited with respect to the Assistance for Unemployed  
13 22 Workers and Struggling Families Act, Pub.L. No.111-5,  
13 23 Division B, Tit.II, §2003, as codified in 42 U.S.C.§1103,  
13 24 as a special transfer made under section 903(g) of the Social  
13 25 Security Act, may be used under the direction of the department  
13 26 of workforce development for the purpose of modifying the Idaho  
13 27 unemployment insurance benefit payment system so that it can  
13 28 be used to pay unemployment insurance benefits by the state  
13 29 of Iowa and for the acquisition of programing, software, and  
13 30 equipment required to provide an administrative and payment  
13 31 system for the Iowa unemployment insurance program.

Authorizes the expenditure of \$4,825,000 in federal funds by the Department of Workforce Development for the purpose of modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program.

13 32 2. The funds hereby authorized for use shall not be  
13 33 obligated after the expiration of the two-year period beginning  
13 34 on the date of the enactment of this section.

Prohibits the moneys appropriated in this section from being obligated after two years from enactment.

13 35 Sec. 25. AUTHORIZATION OF USE OF FUNDS — UNEMPLOYMENT  
14 1 INSURANCE BENEFIT OVERPAYMENTS.

14 2 1. Notwithstanding section 96.3, subsection 7, and section  
14 3 96.3, subsection 10, paragraph “d”, the department of workforce  
14 4 development shall not pursue the recovery of any overpayments  
14 5 of unemployment insurance benefits made to individuals caused  
14 6 by a telephone system malfunction on March 8, 2014.

Prohibits the Department of Workforce Development from pursuing the recovery of any overpayments of unemployment insurance benefits made to individuals caused by a telephone system malfunction on March 8, 2014.

14 7 2. The department of workforce development is authorized to  
14 8 make a one-time transfer of five hundred twenty-eight thousand,  
14 9 three hundred seventy-nine dollars and sixty-eight cents, or  
14 10 so much thereof as may be necessary, from moneys transferred  
14 11 to the state on March 13, 2002, pursuant to section 903(d) of  
14 12 the Social Security Act, to be deposited in the unemployment  
14 13 compensation fund for the payment of unemployment insurance  
14 14 benefits.

Authorizes the expenditure of \$528,380 in federal funds by the Department of Workforce Development for the purpose of offsetting all potential unemployment benefit overpayment caused by a telephone malfunction on March 8, 2014.

14 15 3. The funds hereby authorized for use shall not be  
14 16 obligated after the expiration of the two-year period beginning  
14 17 on the date of the enactment of this section.

Prohibits the moneys appropriated in this section from being obligated after two years from enactment.

14 18 Sec. 26. EFFECTIVE UPON ENACTMENT. This division of this  
14 19 Act, being deemed of immediate importance, takes effect upon  
14 20 enactment.

The Division authorizing the Department of Workforce Development to join a consortium and making appropriations is effective on enactment.

## Economic Development

### Federal Funds

	Actual FY 2015	Estimated FY 2016	Senate Approp FY 2017	Senate Appr FY17 vs. Est 2016	Page and Line #
	(1)	(2)	(3)	(4)	(5)
<u>Iowa Workforce Development</u>					
Iowa Workforce Development					
UI System - 2009 Reed Act	\$ 0	\$ 0	\$ 1,076,000	\$ 1,076,000	PG 12 LN 29
UI System - Struggling Families Act	0	0	4,825,000	4,825,000	PG 13 LN 19
UI System - 2002 Reed Act	0	0	528,380	528,380	PG 14 LN 7
<b>Total Iowa Workforce Development</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 6,429,380</b>	<b>\$ 6,429,380</b>	
<b>Total Economic Development</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 6,429,380</b>	<b>\$ 6,429,380</b>	